

The CBF Church of England Global Equity Income Fund

Fund Fact Sheet – 31 December 2018

Investment objective

The Fund aims to provide a high level of income with long-term capital growth.

Investment policy

The Fund is an actively managed, diversified portfolio of global equities. It will principally invest in UK and overseas equities, but may also invest in other assets.

The Fund is managed in accordance with the policies of the Church of England’s Ethical Investment Advisory Group.

Suitability

The Fund is suitable for the long-term funds of any Church of England charity seeking a high income from investing in global equities.

Who can invest?

Any charitable organisation with objects closely connected to the work of the Church of England.

Ethical & responsible investment policy

CCLA supports the Church of England’s Ethical Investment Advisory Group (EIAG). EIAG policies are available at www.churchofengland.org/about/leadership-and-governance/ethical-investment-advisory-group/policies-and-reviews.

Income

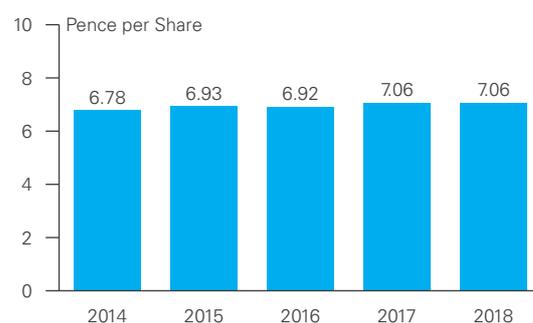
Gross dividend yield 3.93%*
MSCI™ \$ World dividend yield 2.76%
* Based upon the net asset value and an estimated annual dividend of 7.06p.

Fund update

The portfolio is constructed on a ‘bottom-up’ basis, in which there are no pre-set allocations to any sector or geographical region. Instead, companies are selected on their merits and our view of their potential to contribute to returns. Historically this has resulted in a portfolio with relatively high weightings to companies in the health, technology and materials sectors and a low exposure to energy. In the third quarter we adopted a more defensive bias to strategy, reducing holdings in cyclical stocks and the highest rated companies. This approach was maintained in the final months of the year.

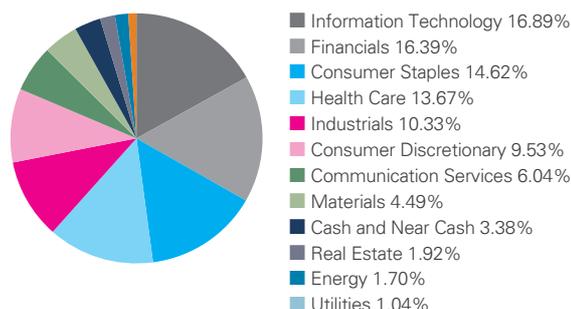
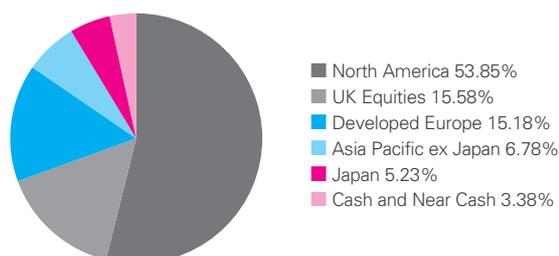
Since January 1st, 2018 the Fund has employed a total return approach to income distribution, by which income payments can be sourced from both conventional income and sustainable capital gains.

Past distributions



The accounting period for the Fund changed in 2015 and is now aligned with calendar quarters.

Asset allocation at 31 December 2018



Discrete year total return performance (gross)

12 months to 31 December	2018	2017	2016	2015	2014
The CBF Church of England Global Equity Income Fund	+2.50%	+10.79%	+18.63%	+4.81%	+8.12%
Comparator	-3.04%	+11.80%	+28.24%	+3.71%	+11.25%

Annualised total return performance (gross)

Performance to 31 December 2018	1 year	3 years	5 years
The CBF Church of England Global Equity Income Fund	+2.50%	+10.44%	+8.83%
Comparator	-3.04%	+11.61%	+9.91%

Comparator – from 01.01.16 MSCI E World. To 31.12.15 MSCI World 50% Currency Hedged. Gross performance shown before management fees and other expenses with gross income reinvested: net returns will differ after the deduction of fees and other expenses. Past performance is no guarantee of future returns. Source: CCLA

Most overweight companies relative to equity indices at 31 December 2018

Kao Corp	2.39%	London Stock Exchange	1.75%
Unilever	2.20%	Reckitt Benckiser	1.72%
RELX	1.91%	Nasdaq Inc	1.67%
CME Group	1.82%	AIA Group	1.63%
Thermo Fisher Scientific	1.80%	Fidelity Nat Info	1.56%

Key facts

Fund size	£144m		
Number of holdings	82		
	Income shares	Accumulation shares	
Offer (buying) price	179.88p (xd)	299.28p	
Mid-market price	179.73p (xd)	299.02p	
Bid (selling) price	179.57p (xd)	298.76p	
Launch date	December 2007		
Share types	Income/Accumulation		
Minimum initial investment	£1,000		
Minimum subsequent investment	Nil		
Dealing day	Every Tuesday*		
Sedol numbers	B29KQ28 Inc, B29KQ17 Acc		
ISIN numbers	GB00B29KQ283 Inc, GB00B29KQ176 Acc		
Dividend payment dates	End February, May, August & November		
Annual management charge (taken 100% from capital)	0.75% **		

* Dealing instructions must be received by 5pm on the business day preceding the dealing day. If Tuesday is a bank holiday, the dealing day will be the previous working day.

** The annual management charge is deducted from capital which may restrict capital growth.

Risk Warning

This document is a financial promotion and is issued for information purposes only. It does not constitute the provision of financial, investment or other professional advice. CCLA have not considered the suitability of this investment against your individual needs and risk tolerance. To ensure you understand whether our product is suitable, please read the Fund Factsheet document and the Scheme Particulars. We strongly recommend you seek independent professional advice prior to investing. Investors should consider the following risk factors identified as specific to the Fund before investing: Market Risk (investment value affected by market conditions), Issuer/Credit Risk (issuer/financial institution may not pay), Liquidity Risk (investment in non-readily realisable assets), Interest Rate risk (changes to interest rate affecting income), Concentration Risk (need for diversification and suitability of investment), Operational Risk (general operational risks) and Business Risk (possibility of lower than anticipated profits). Please see the Fund Scheme Particulars for further details.

Disclosure

Investment in the Fund is only available to charitable trusts with objects closely connected with the work of the Church of England. Past performance is not an indicator of future performance. The value of investments and the income derived from them may fall as well as rise. Investors may not get back the amount originally invested and may lose money. Any forward-looking statements are based upon our current opinions, expectations and projections. We undertake no obligations to update or revise these. Actual results could differ materially from those anticipated. Investments in the Fund and the Fund itself are not covered by the Financial Services Compensation Scheme (FSCS). However, the Manager may pay fair compensation on eligible claims arising from its negligence or error in the management and administration of the Fund. The Fund is a Common Fund established under The Church Funds Investment Measure 1958 (as amended or replaced from time to time). The Fund is not a regulated Fund and is not recognised as an Alternative Investment Fund. CCLA Investment Management Limited (registered in England No. 2183088 at the office below) is authorised and regulated by the Financial Conduct Authority and is the manager of The CBF Church of England Funds. The CBF Funds Trustee Limited, is a Registered Charity No. 1116932 and is registered in England as a company limited by guarantee (No. 5957490). For information about how we obtain and use your personal data please see our Privacy Notice at <https://www.ccla.co.uk/our-policies/data-protection-privacy-notice>.